

Norman H. Bangerter, Governor Dee C. Hansen, Executive Director Dianne R. Nielson, Ph.D., Division Director

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August 28, 1986

Mr. Gregory H. Boyce, Director Environmental Affairs Kennecott P. O. Box 11248 Salt Lake City, Utah 84147



Dear Mr. Boyce:

Re: Final Approval for "Phase II" of Kennecott's Mining and Reclamation Plan Amendment, UCD Modernization Project, ACT/035/002-(II), Salt Lake County, Utah

The Division is prepared to issue its final approval of Kennecott's April 28, 1986 permit application for a revision to the approved Mining and Reclamation Plan. The Board of Oil, Gas and Mining during its executive session on August 28, 1986, concurred with the amount and form of reclamation surety provided by Kennecott on August 25, 1986 to the Division for the UCD Modernization Project.

Pursuant to our "Tentative Approval" letter dated June 27, 1986, six conditions remained to be addressed. Five of the conditions have been adequately resolved. Kennecott has not provided the required information for the following condition:

CONDITION:

- 1. A complete copy of the correspondence package which transpires between the Utah Department of Health and Kennecott which addresses:
 - (a) Plans for the containment and recovery of potential leaks from the twin 48-inch pipelines.
 - (b) Details regarding the ground-water monitoring program for the area down gradient of the proposed grinding plant site and pipelines.

Following the August 28th Board executive session, Mr. Al Trbovich informed the Division that Kennecott had recently received an approval and a construction permit from the Health Department. Mr. Trbovich committed to provide the Division with the complete correspondence record and all finalized plan details for condition #1 by the second week of September.

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STIPULATION TO FINAL PERMIT APPROVAL:

Kennecott must provide the Division with all information as required above under condition # 1(a) & (b), by September 10, 1986.

The Division's approval will not become effective until all appropriate permits have been received by Kennecott to proceed with project construction.

The Division hereby releases bond #K00-683449-B-736 in the amount of \$86,860 which has been replaced by bond #K00683449-H-800 which has been issued by Insurance Company of North America for \$6,483,525.

The Division appreciates Kennecott's cooperation in completing this permitting activity. Should questions or concerns remain, please contact me or D. Wayne Hedberg of the permitting staff.

Sincerely,

Lowell P. Braxton

Source P Bratin

Administrator

Mineral Resource Development and Reclamation Program

dwh

cc: Marv Maxell
Robert Morgan
Lynn Kunzler
Jim Leatherwood

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